

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

| | |
|--|----------|
| <p>W-01782A ASRA WATER CO. INC. PO BOX 515 PAULDEN, AZ 86334</p> | <p>A</p> |
|--|----------|

ANNUAL REPORT
WATER

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2008 |
|----|----|------|

FOR COMMISSION USE

| | |
|--------|----|
| ANN 04 | 08 |
|--------|----|

PROCESSED BY:

9-8-09

SCANNED

COMPANY INFORMATION

| | | |
|--|--|---|
| Company Name (Business Name) <u>ABRA WATER Co. Inc.</u> | | |
| Mailing Address <u>P.O. Box 515</u> | | |
| <u>PAULDEN</u> (City) | <u>AZ</u> (State) | <u>86334</u> (Zip) |
| <u>928-636-2557</u> Telephone No. (Include Area Code) | <u>928-636-2557</u> Fax No. (Include Area Code) | <u>928-925-1049</u> Cell No. (Include Area Code) |
| Email Address <u>abra.water@yahoo.com</u> | | |
| Local Office Mailing Address _____ | | |
| _____ (City) | _____ (State) | _____ (Zip) |
| Local Office Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address _____ | | |

MANAGEMENT INFORMATION

| | | | |
|--|--|---|-----------------------|
| Management Contact: <u>KEVAN LARSON</u> | | <u>PRESIDENT</u> | |
| (Name) | | (Title) | |
| <u>P.O. Box 385</u> (Street) | <u>PAULDEN</u> (City) | <u>AZ</u> (State) | <u>86334</u> (Zip) |
| <u>928-636-7774</u> Telephone No. (Include Area Code) | <u>928-636-7702</u> Fax No. (Include Area Code) | <u>928-713-2788</u> Cell No. (Include Area Code) | |
| Email Address <u>kevan.larson@cableone.net</u> | | | |
| On Site Manager: <u>ROD YARBRO</u> | | | |
| (Name) | | | |
| <u>P.O. Box 566</u> (Street) | <u>PAULDEN</u> (City) | <u>AZ</u> (State) | <u>86334</u> (Zip) |
| <u>928-636-1967</u> Telephone No. (Include Area Code) | <u>928-636-2557</u> Fax No. (Include Area Code) | <u>928-925-1049</u> Cell No. (Include Area Code) | |
| Email Address <u>rodnpatty@yahoo.com</u> | | | |

Statutory Agent: J. Gordon Cook
 (Name)

ONE NORTH CENTRAL, Suite 400 PHOENIX AZ 85004
 (Street) (City) (State) (Zip)

602-307-9900 602-307-5853
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: SAME
 (Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

| | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

| | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME: Abra Water Company, Inc.

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D (OC less AD) |
|-----------|-------------------------------------|--------------------|-------------------------------|----------------------|
| 301 | Organization | 508 | 488 | 20 |
| 302 | Franchises | 787 | 787 | 0 |
| 303 | Land and Land Rights | 15044 | 0 | 15044 |
| 304 | Structures and Improvements | 8339 | 3996 | 4343 |
| 307 | Wells and Springs | 63078 | 43171 | 19907 |
| 311 | Pumping Equipment | 18083 | 18083 | 0 |
| 320 | Water Treatment Equipment | 222604 | 10534 | 212070 |
| 320.2 | Solution Chemical Feeder | 1794 | 1794 | 0 |
| 330.1 | Storage Tanks | 190426 | 30740 | 159686 |
| 331 | Transmission and Distribution Mains | 659578 | 251742 | 407836 |
| 333 | Services | 133188 | 58042 | 75146 |
| 334 | Meters and Meter Installations | 34622 | 18532 | 16090 |
| 335 | Hydrants | | 0 | 0 |
| 336 | Backflow Prevention Devices | | 0 | 0 |
| 339 | Other Plant and Misc. Equipment | 9890 | 3412 | 6478 |
| 340 | Office Furniture and Equipment | 278 | 152 | 126 |
| 340.1 | Computer and Software | 6098 | 5952 | 146 |
| 341 | Transportation and Equipment | 20280 | 9324 | 10956 |
| 343 | Tools, Shop and Garage Equipment | 65 | 65 | 0 |
| 345 | Power Operated Equipment | | 0 | 0 |
| 346 | Communication Equipment | | 0 | 0 |
| 347 | Miscellaneous Equipment | | 0 | 0 |
| 348 | Other Tangible Plant | 4545 | 3639 | 907 |
| | TOTALS | 1389207 | 460452 | 928755 |

This amount goes to the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Express (1x2) |
|--------------|-------------------------------------|----------------------|-----------------------------------|----------------------------------|
| 301 | Organization Costs | 508 | 5.00% | 25 |
| 302 | Franchises | 787 | 5.00% | 30 |
| 303 | Land and Land Rights | 15044 | 0.00% | 0 |
| 304 | Structures and Improvements | 8339 | 3.33% | 278 |
| 307 | Wells and Springs | 63078 | 3.33% | 2100 |
| 311 | Pumping Equipment | 18083 | 12.50% | 0 |
| 320 | Water Treatment Equipment | 222604 | 3.33% | 7413 |
| 320.2 | Solution Chemical Feeder | 1794 | 20.00% | 0 |
| 330.1 | Storage Tanks | 190426 | 2.22% | 4227 |
| 331 | Transmission and Distribution Mains | 659578 | 2.00% | 13192 |
| 333 | Services | 133188 | 3.33% | 4435 |
| 334 | Meters and Meter Installations | 34622 | 8.33% | 2884 |
| 335 | Hydrants | | 2.00% | 0 |
| 336 | | | | 0 |
| 339 | Other Plant and Misc. Equipment | 9890 | 6.67% | 660 |
| 340 | Office Furniture and Equipment | 278 | 6.67% | 19 |
| 340.1 | Computer and Software | 6098 | 20.00% | 1220 |
| 341 | Transporation and Equipment | 20280 | 20.00% | 4056 |
| 343 | Tools, Shop and Garage Equipment | 65 | 5.00% | 0 |
| 345 | Power Operated Equipment | | | 0 |
| 346 | Communication Equipment | | 10.00% | 0 |
| 347 | Miscellaneous Equipment | | 10.00% | 0 |
| 348 | Other Tangible Plant | 4545 | 10.00% | 455 |
| | TOTALS | 1389207 | | 40993 |

This amount goes on the Comparative Statement of Income and Expense

Acct. No. 403

BALANCE SHEET

| Acct No. | ASSETS | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|----------|---|------------------------------|------------------------|
| | | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$109,482 | \$100,258 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 17662 | 23046 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | 10898 | 23571 |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$138,042 | \$146,875 |
| | | | |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$1,196,287 | \$1,389,207 |
| 103 | Property Held for Future Use | 31000 | 31000 |
| 105 | Construction Work in Progress | 43050 | |
| 108 | Accumlated Depreciation- Utility Plant | (419481) | (460452) |
| 121 | Non-Utility Property | | |
| 122 | Accumlated Depreciation- Non Utility | | |
| | TOTAL FIXED ASSETS | \$850,855 | \$959,755 |
| | | | |
| | TOTAL ASSETS | \$988,897 | \$1,106,630 |

NOTE: The assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

| Acct. No. | LIABILITIES | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | | | |
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | \$0 | \$0 |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | 14756 | 13030 |
| 236 | Accrued Taxes | 1053 | 27601 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | 467 | 467 |
| | TOTAL CURRENT LIABILITIES | \$16,276 | \$41,098 |
| | | | |
| | LONG-TERM DEBT(Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$264,400 | \$370,978 |
| | | | |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | | |
| 252 | Advances in Aid of Construction | 307031 | 348402 |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | 334531 | 334531 |
| 272 | Less: Amortization of Contributions | (174371) | (192309) |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$467,191 | \$490,624 |
| | | | |
| | TOTAL LIABILITIES | \$747,867 | \$902,700 |
| | | | |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | 10000 | 10000 |
| 211 | Paid in Capital in Excess of Par Value | 248238 | 184544 |
| 215 | Retained Earnings | (17208) | 9386 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$241,030 | \$203,930 |
| | | | |
| | TOTAL LIABILITIES AND CAPITAL | \$988,897 | \$1,106,630 |

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|--------------|--|------------------|-------------------|
| 461 | Metered Water Revenue | \$221,952 | \$246,063 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | 36617 | 15470 |
| | TOTAL REVENUES | \$258,569 | \$261,533 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$26,145 | \$29,888 |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 13949 | 20648 |
| 618 | Chemicals | 340 | 862 |
| 620 | Repairs and Maintenance | 6616 | 3688 |
| 621 | Office Supplies and Expense | 6717 | 6511 |
| 630 | Outside Services | 72232 | 88530 |
| 635 | Water Testing | 2293 | 5040 |
| 641 | Rents | 5056 | |
| 650 | Transportation Expenses | 3386 | 6286 |
| 657 | Insurance- General Liability | 2270 | 2024 |
| 659 | Insurance- Health and Life | | |
| 666 | Regulatory Commission Expense- Rate Case | | |
| 675 | Miscellaneous Expense | 2448 | 1506 |
| 403 | Depreciation Expense | 28540 | 40993 |
| 408 | Taxes Other Than Income | 3727 | 2415 |
| 408.1 | Property Taxes | 15780 | 8612 |
| 409 | Income Taxes | 54 | 54 |
| | TOTAL OPERATING EXPENSES | \$189,553 | \$217,057 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$69,016 | \$44,476 |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$1,049 | \$574 |
| 421 | Non-Utility Income | 15 | |
| 426 | Miscellaneous Non-Utility Expenses | (239) | |
| 427 | Interest Expense | (9857) | (18456) |
| | TOTAL OTHER INCOME/(EXPENSE) | (\$9,032) | (\$17,882) |
| | | | |
| | NET INCOME/(LOSS) | \$59,984 | \$26,594 |

COMPANY NAME ABRA WATER Co. Inc.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|--------------------|-----------------|------------------------------|---------|
| Date Issued | 2-7-98 | 9-15-03 | 9-6-06 | |
| Source of Loan | PROMISSORY NOTE | WIFA | WIFA | |
| ACC Decision No. | W-1782-97-211 | 65917 | 68693 | |
| Reason for Loan | O + M | STORAGE TANK | ARSENIC TREAT- MENT PLANT | |
| Dollar Amount Issued | \$17,873 | \$163,888 | \$250,000 | \$ |
| Amount Outstanding | \$11,596.67 | \$130,914 | \$232,327 | \$ |
| Date of Maturity | 2018 | 2023 | 2026 | |
| Interest Rate | 10 % | 4.2 % | 5.6 % | % |
| Current Year Interest | \$1,207.01 | \$1614.63 | \$5945.12 | \$ |
| Current Year Principle | \$ 862.75 | \$ 6,673.53 | \$8,292.12 | \$ |

Meter Deposit Balance at Test Year End

\$ 13,029.71

Meter Deposits Refunded During the Test Year

\$ 10,200

| | |
|---|--|
| COMPANY NAME <u>ABRA WATER Co. Inc.</u> | |
| Name of System: | ADEQ Public Water System Number: <u>13-001</u> |

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|---------------|
| 55-619178 | 2-10 | 180 | 900' 2700' TOTAL | 24" | 4" | 1901/ 1958 |
| 55-561786 | 1-30 | 310 | 380' | 12" | 4" | 1997 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|----------------|--|
| | | |
| | | |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---------------|----------|-------------------|----------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 20 | 2 | | |
| 1.5 | 2 | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---------------|----------|----------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| 250,000 | 1 | 350 | 4 |
| 20,000 | 1 | | |
| | | | |

Note: If you are filing for more than one system, please provide separate sheets for each system.

| | |
|--|--|
| COMPANY NAME <u>ARICA WATER Co. Inc.</u> | |
| Name of System: | ADEQ Public Water System Number: <u>13-001</u> |

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

| MAINS | | |
|------------------|------------|------------------|
| Size (in inches) | Material | Length (in feet) |
| 2 | PVC SCH 40 | 10,635 |
| 34 | TRANSITE | 7,495 |
| 4 | SDR-PVC | 1,395 |
| 54 | PVC-C900 | 12,115 |
| 6 | TRANSITE | 15,110 |
| 86 | SDR-PVC | 8,395 |
| 106 | PVC-C900 | 36,270 |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |

| CUSTOMER METERS | |
|------------------|----------|
| Size (in inches) | Quantity |
| 5/8 X 3/4 | 641 |
| 3/4 | |
| 1 | |
| 1 1/2 | |
| 2 | 1 |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | |
| Comp. 6 | |
| Turbo 6 | |
| | |
| | |

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

CHLORINE GAS INJECTOR SYSTEM
ARSENIC TREATMENT PLANT

STRUCTURES:

Pump House
COIN OPERATED DISPENSER WITH PUMPHOUSE AND STAND PIPE
BOOSTER STATION
ARSENIC TREATMENT BUILDING

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

| | |
|--|--|
| COMPANY NAME: <u>ABRA WATER Co. Inc.</u> | |
| Name of System: | ADEQ Public Water System Number: <u>13-001</u> |

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2008

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|-----------|---------------------|-----------------------------|-------------------------------|----------------------------------|
| JANUARY | 632 | 3.086 | 3.250 | |
| FEBRUARY | 628 | 3.606 | 3.738 | |
| MARCH | 634 | 4.003 | 4.216 | |
| APRIL | 639 | 7.734 | 7.900 | |
| MAY | 633 | 4.374 | 4.527 | |
| JUNE | 636 | 6.251 | 6.421 | |
| JULY | 647 | 5.317 | 5.606 | |
| AUGUST | 645 | 5.278 | 5.644 | |
| SEPTEMBER | 645 | 4.851 | 5.040 | |
| OCTOBER | 644 | 4.141 | 4.459 | |
| NOVEMBER | 640 | 3.234 | 3.566 | |
| DECEMBER | 642 | 3.776 | 4.095 | |
| TOTALS → | | 55,551 | 58,462 | 0 |

What is the level of arsenic for each well on your system? .14 + .36 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

| | |
|---|---|
| COMPANY NAME: <u>ABRA WATER CO. INC.</u> | |
| Name of System: | ADEQ Public Water System Number: <u>13-001</u> |

UTILITY SHUTOFFS / DISCONNECTS

| MONTH | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | OTHER |
|-----------------|---|--|----------|
| JANUARY | | 5 | |
| FEBRUARY | | 8 | |
| MARCH | | 6 | |
| APRIL | | 12 | |
| MAY | | 15 | |
| JUNE | | 6 | |
| JULY | | 7 | |
| AUGUST | | 16 | |
| SEPTEMBER | | 11 | |
| OCTOBER | | 9 | |
| NOVEMBER | | 9 | |
| DECEMBER | | 0 | |
| TOTALS → | <u>0</u> | 104 | <u>0</u> |

OTHER (description):

COMPANY NAME ABRA Water Co., Inc. YEAR ENDING 12/31/2008

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2008 was: \$ 6,073.06

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

ABRA WATER COMPANY INC. 5457
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-20-08
PAY TO THE ORDER OF 104-08 \$ 172.48
On Hundred eighty-two and 48/100 DOLLARS
National Bank
Kurt Larson
#005457# 41224053204 5010000470# 70000017248

Processed 10/21/08 \$172.48 Ch# 5457

ABRA WATER COMPANY INC. 5458
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-2-08
PAY TO THE ORDER OF 10-2-08 \$ 1879.38
On Thousand eight hundred seventy-nine and 38/100 DOLLARS
National Bank
Kurt Larson
#005458# 41224053204 5010000470# 700000187938

Processed 10/16/08 \$1879.38 Ch# 5458

ABRA WATER COMPANY INC. 5459
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-14-08
PAY TO THE ORDER OF 10-14-08 \$ 227.29
Two hundred twenty-seven and 29/100 DOLLARS
National Bank
Kurt Larson
#005459# 41224053204 5010000470# 70000022729

Processed 10/14/08 \$227.29 Ch# 5459

ABRA WATER COMPANY INC. 5460
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-15-08
PAY TO THE ORDER OF 10-15-08 \$ 22.12
Twenty-two and 12/100 DOLLARS
National Bank
Kurt Larson
#005460# 41224053204 5010000470# 7000002212

Processed 10/15/08 \$22.12 Ch# 5460

ABRA WATER COMPANY INC. 5461
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-17-08
PAY TO THE ORDER OF 10-17-08 \$ 1042.44
One thousand four hundred forty-two and 44/100 DOLLARS
National Bank
Kurt Larson
#005461# 41224053204 5010000470# 700000104244

Processed 10/17/08 \$1042.44 Ch# 5461

ABRA WATER COMPANY INC. 5462
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-16-08
PAY TO THE ORDER OF 10-16-08 \$ 87.97
Eighty-seven and 97/100 DOLLARS
National Bank
Kurt Larson
#005462# 41224053204 5010000470# 70000008797

Processed 10/20/08 \$87.97 Ch# 5462

ABRA WATER COMPANY INC. 5463
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-30-08
PAY TO THE ORDER OF 10-30-08 \$ 220.00
Two hundred twenty DOLLARS
National Bank
Kurt Larson
#005463# 41224053204 5010000470# 70000022000

Processed 10/30/08 \$220.00 Ch# 5463

ABRA WATER COMPANY INC. 5464
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-30-08
PAY TO THE ORDER OF 10-30-08 \$ 1549.87
On Thousand five hundred forty-nine and 87/100 DOLLARS
National Bank
Kurt Larson
#005464# 41224053204 5010000470# 700000154987

Processed 10/23/08 \$1549.87 Ch# 5464

ABRA WATER COMPANY INC. 5465
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-30-08
PAY TO THE ORDER OF 10-30-08 \$ 28.36
Twenty-eight and 36/100 DOLLARS
National Bank
Kurt Larson
#005465# 41224053204 5010000470# 70000002836

Processed 10/27/08 \$28.36 Ch# 5465

ABRA WATER COMPANY INC. 5466
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-30-08
PAY TO THE ORDER OF 10-30-08 \$ 28.36
Twenty-eight and 36/100 DOLLARS
National Bank
Kurt Larson
#005466# 41224053204 5010000470# 70000002836

Processed 10/27/08 \$28.36 Ch# 5466

ABRA WATER COMPANY INC. 5467
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-30-08
PAY TO THE ORDER OF 10-30-08 \$ 28.36
Twenty-eight and 36/100 DOLLARS
National Bank
Kurt Larson
#005467# 41224053204 5010000470# 70000002836

Processed 10/27/08 \$28.36 Ch# 5467

ABRA WATER COMPANY INC. 5468
P.O. BOX 545
PHOENIX, AZ 85004
DATE 10-30-08
PAY TO THE ORDER OF 10-30-08 \$ 419.60
Four hundred nineteen and 60/100 DOLLARS
National Bank
Kurt Larson
#005468# 41224053204 5010000470# 700000041960

Processed 10/27/08 \$419.60 Ch# 5468

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-26-08

PAY TO THE ORDER OF \$247.50

Two hundred and 47/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00000247501

Processed 11/26/08 \$247.50 Ch# 5489

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-17-08

PAY TO THE ORDER OF \$812.50

Eight hundred and 12/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00000812501

Processed 11/17/08 \$812.50 Ch# 5491

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-23-08

PAY TO THE ORDER OF \$42.50

Forty-two and 50/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 0000042501

Processed 11/24/08 \$42.50 Ch# 5493

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-13-08

PAY TO THE ORDER OF \$127.63

One hundred twenty-seven and 63/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00000127631

Processed 11/18/08 \$127.63 Ch# 5494

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-18-08

PAY TO THE ORDER OF \$129.91

One hundred twenty-nine and 91/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00000129911

Processed 11/18/08 \$129.91 Ch# 5495

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-19-08

PAY TO THE ORDER OF \$5987.98

Five thousand nine hundred eighty-seven and 98/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00005987981

Processed 11/19/08 \$5987.98 Ch# 5496

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-17-08

PAY TO THE ORDER OF \$220.00

Two hundred and 00/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00000120001

Processed 11/28/08 \$220.00 Ch# 5497

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-17-08

PAY TO THE ORDER OF \$948.74

Nine hundred and 74/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00000948741

Processed 11/18/08 \$948.74 Ch# 5498

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-17-08

PAY TO THE ORDER OF \$1559.72

One thousand five hundred fifty-nine and 72/100 DOLLARS

National Bank

SL ref #005494# 41221053204 5010000470# 00001559721

Processed 11/19/08 \$1559.72 Ch# 5499

ABRA WATER COMPANY INC.
P.O. BOX 19
PHOENIX, AZ 85001
602-955-2007

DATE 11-28-08

PAY TO THE ORDER OF \$189.00

One hundred eighty-nine and 00/100 DOLLARS

National Bank

SL ref #005502# 41221053204 5010000470# 00000189001

Processed 11/28/08 \$189.00 Ch# 5502

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

| | |
|--------------------------------|----------------------------|
| COUNTY OF (COUNTY NAME) | <u>YAVAPAI</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>KEVAN LARSON</u> |
| COMPANY NAME | <u>ABRA WATER CO., INC</u> |

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2008 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
928-713-2788
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
Leslie M. Hoffman
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 35th DAY OF

| | |
|-------------|----------------|
| COUNTY NAME | <u>Yavapai</u> |
| MONTH | <u>Aug.</u> |
| | <u>2009</u> |

(SEAL)

MY COMMISSION EXPIRES 7-24-2013



COMPANY NAME ABCA WATER Co. Inc.

YEAR ENDING 12/31/2008

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability 0State Taxable Income Reported 0
Estimated or Actual State Tax Liability 50

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

| | |
|--------------------------------|----------------------------|
| COUNTY OF (COUNTY NAME) | <u>YAVAPAI</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>KEVAN LARSON</u> |
| COMPANY NAME | <u>ABRA WATER CO., INC</u> |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12 | 31 | 2008 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2008 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$224,765

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 14,745
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME
Leslie M. Hoffman
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 25th DAY OF

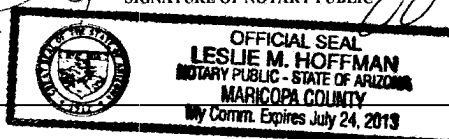
(SEAL)

MY COMMISSION EXPIRES 7-24-2013

Kevan Larson
SIGNATURE OF OWNER OR OFFICIAL
928-713-2788
TELEPHONE NUMBER

| | |
|-------------|----------------|
| COUNTY NAME | <u>Yavapai</u> |
| MONTH | <u>Aug</u> |
| YEAR | <u>2009</u> |

Leslie M. Hoffman
SIGNATURE OF NOTARY PUBLIC



VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | | |
|--------------------------|---------------------|-----------------|
| COUNTY OF (COUNTY NAME) | Yavapai | |
| NAME (OWNER OR OFFICIAL) | KEVIN LARSON | TITLE President |
| COMPANY NAME | DBRA WATER CO., INC | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2008 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2008 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

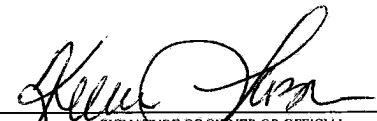
\$ 224,745

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 14,745

IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL
928-713-2788
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

25th

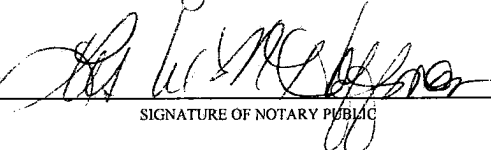
DAY OF



MY COMMISSION EXPIRES

7-24-2013

| | |
|--------------------|-------------------|
| NOTARY PUBLIC NAME | Leslie M. Hoffman |
| COUNTY NAME | Yavapai |
| MONTH | Aug. |
| YEAR | 2009 |

X 
SIGNATURE OF NOTARY PUBLIC